

20 December 1967

MEMORANDUM FOR: Chief, LEOB/SRB

SUBJECT:

December 1967 RAMPANTS Article Entitled "The
CIA's 'Brown and Root Dimensions'"

BROWN and ROOT, Inc. - #405552

The following employees of BROWN and ROOT, Inc. were approved for contact use on the dates indicated:

WHITE, Ross - #405552-A

13 March 1950

TOWNE, Isaac Newton, Vice-President
in Charge of Foreign Operations
- #405552-B

11 December 1952 and
16 February 1953

WARNER, Merritt Allen, Chief
Project Accountant
- #405552-C

31 January 1957 and
11 April 1957

MONTGOMERY, Thomas Kenneth
- #405552-D

15 February 1957 and
8 May 1957

BRADBERRY, Louis Bell
- #405552-E

4 October 1957

WILLIAMS, Bobby Joe
#C462165

14 July 1965

WAGNER, Richard Andrew, Civil
Engineer - #453108
(A PSCA was issued for
contact and assessment but
he was not used - had a poor
credit reputation)

3 August 1965

REMKES, Elmer Ray - #A464127

6 August 1965

MACKIN, John Gilman, Jr.
- #4449780

19 July 1966

BROWN FOUNDATION

There is no OS subject file on the BROWN Foundation but a reference
file contains a memorandum dated 30 January 1967 to the Deputy Director, Plans

SECRET

GROUP 1
Excluded from automatic
downgrading and
declassification

14-00000
from Chief, Central Cover Group concerning the threat of exposure of Agency operations and concludes that the BROWN Foundation of Houston, Texas was one of the most vulnerable to exposure because public records reflect direct ties from Agency funding instruments identified by Congressman PATMAN in 1964 to legitimate foundations and Agency projects they have sponsored.

VERNON FUND - #69000-573

The Vernon Fund (REBUDWEED)

private philanthropic foundation legally incorporated under the laws of and with an office in the District of Columbia.

DILAMPREY.

(REBUDWEED)

(JLACERPOD)

1967 because of exposure of the Vernon Fund in news media, the Board members were contacted advised as follows:

Each Vernon Fund board member is being advised that he will receive a copy of the NEA and WCOTP letters regarding press allegations; he will acknowledge his membership on the Vernon Fund board if confronted with the fact; he will acknowledge that the Vernon Fund has supported WCOTP and that it made a few small grants to NEA; he will decline any further comment on the origin or operation of the Vernon Fund.

He will be asked to return any files or papers relating to the Vernon Fund; he will be told that Dr. CARR (William George CARR) has not yet had to identify any board members but will probably have to; he will not comment on the creation of the Vernon Fund and how initial contacts were made.

DICK, Albert Blake, III - #C178333 (Vernon Fund Board Member)

Albert Blake DICK, III, President, A. E. DICK Company, Chicago, Illinois, was granted a Covert Security Approval

DILAMPREY.

CARR, William George - #410038-B and #116392

William G. CARR was granted a Covert Security Clearance on 22 April 1955 for unwitting use under Project DIPILLAS and on 21 November 1967 he received a Covert Security Approval to permit his use under Project DILAMPREY in his position as Secretary-General of the World Confederation of Organizations in the Teaching Profession.

REA, Bryce, Jr. - #149438

Bryce REA, Jr., attorney for the Vernon Fund, was granted a Covert Security Clearance for his use on a cleared attorneys' panel on

SECRET

15 November 1956 and on 19 September 1958 he received another covert security Clearance to permit his use

World Confederation of Organizations of the Teaching Professions
 (Funded by the Vernon Fund)

I In April 1967 a discussion was held between an Agency representative and John THOMPSON and Ray SWIKE of the WCOTP (World Confederation of Organizations of the Teaching Profession) concerning future funding for WCOTP. Because of publicity concerning the funding of WCOTP by the Vernon Fund WCOTP leadership promised its membership that no further Vernon Fund money would be accepted until the status of the Vernon Fund was clarified. John THOMPSON felt that the best solution would be a one-time only infusion of money by sterile check into the WCOTP bank account to be backstopped by a letter from the attorney for the Vernon Fund, Bryce REA, who would attribute the money to members of the Vernon Fund Board who anonymously wished to provide WCOTP with sufficient funds to cover expenses until other sources could be found.

In May 1967 John THOMPSON of the WCOTP described to an Agency representative an interview he had with Mike MacMANUS of TIME magazine on 1 May 1967 who wanted to discuss the effects of newspaper publicity on WCOTP operations. MacMANUS was especially interested in any economies forced on WCOTP and a request for proof of the value of WCOTP operations to individual teachers. THOMPSON felt that MacMANUS did not succeed in gaining sufficient additional information from the interview to warrant writing his projected article.

SWIKE, Raymond Joseph - #160081

Raymond Joseph SWIKE

SWIKE
 As administrative officer of the World Confederation of Organizations of the Teaching Profession.

THOMPSON, John

I It was not possible to identify a subject file on John THOMPSON employed by the World Confederation of Organizations of the Teaching Profession.

CABOT FOUNDATION

OS indices were negative on the CABOT Foundation. (See Thomas D. CABOT)
American Friends of the Middle East Dept O #241377 and #65300

American Friends of the Middle East (Project ZETTNER) was created in May 1951 with the purpose of employing aggressive propaganda to promote

SECRET

14-00000

the friendship of peoples of the Near and Middle East toward the United States and to combat Communism. It was incorporated as a voluntary, non-profit membership corporation under the laws of New York State. Dorothy THOMPSON, columnist, was selected as Chairman. In early 1967 AFME received a good deal of newspaper publicity concerning its Agency affiliation including articles in the Soviet press, TASS and USSR INTERNATIONAL AFFAIRS. Syria was the only country in which AFME is active that raised the question of the organization's continued existence in the light of allegations of Agency financial support; although, there were rumblings in Iraq.

San Jacinto Fund

There is no CS subject file on the San Jacinto Fund. The attached memorandum dated 30 January 1967 from Chief, Central Cover Group to Deputy Director, Plans - "Threat of Exposure of Agency Operations" - stated that RAMPARTS has expressed intense interest in the San Jacinto Fund, and its sources of income in particular, because it funds 5 HREPICOME activities (youth affairs).

H. D. ANDERSON Foundation

There is no CS subject file on the H. D. ANDERSON Foundation but CS indices reflect a file on the H. D. ANDERSON Hospital and Tumor Institute.

A study program to determine the effects in diverse biological systems resulting from exposure to high intensity coherent radiation was contracted with the H. D. ANDERSON Hospital and Tumor Institute, University of Texas, Houston, Texas in October 1963 but as of 16 April 1964 there was a hold order against going ahead with the contract because of a question as to why the Agency should bear the whole cost of the contract which was to be for inter-departmental use. In May 1967 a note in the file indicated that H. D. ANDERSON Hospital and Tumor Institute will be engaged in classified work for the Agency. There was no record of a clearance issued.

MARSHALL FOUNDATION

See attached memorandum dated 30 January 1967 from Chief, Central Cover Group to Deputy Director, Plans - "Threat of Exposure of Agency Operations". The MARSHALL Foundation of Houston, Texas is considered one of the most vulnerable to exposure.

A "New York Times" article for 25 February 1967 disclosed that the MARSHALL Foundation of Houston, Texas channeled funds from the Agency to the School of Industrial and Labor Relations at Cornell University from 1961 to 1963.

(See Douglas B. MARSHALL)

SECRET

BROWN, George Rufus - #94016

George Rufus BROWN, Executive Vice President of BROWN and ROOT, Inc., Houston, Texas, was granted a Covert Security Clearance on 23 October 1953.

On 22 April 1965 he was granted a Provisional Covert Security Approval to permit contact and assessment of BROWN. [LPCOM]

Security Approval for this use was issued on 18 June 1965. These clearances were cancelled 2 June 1967 as BROWN was not used.

BROWN, Herman - #95239

Herman BROWN, President and Director of BROWN and ROOT, Inc., Houston, Texas and President and Trustee of the BROWN Foundation, Houston, Texas, was granted a Covert Security Approval on 3 December 1953.

[LPCOM] This clearance was cancelled 15 February 1966.

CLARK, EM

Negative

SHIVERS, Allen - #373051

Governor Allen SHIVERS of Texas was on the Advisory Board of FACTS FORUM NEWS in September 1955. He was listed as a trustee of the American Good Government Society in April 1965.

Allen SHIVERS, Governor of Texas, was a signer of a statement appearing in the NEW YORK TIMES for 20 October 1949 sponsored by the Iron Curtain Refugee Campaign of the International Rescue Committee. The IRC was described as basically good, humanitarian organization but many individuals of questionable loyalty have been associated with it.

A NEW YORK TIMES clipping for 12 February 1954 stated that Allen SHIVERS, Governor of Texas, said he planned to ask his Legislature to make membership in the Communist Party a death penalty offense. He was quoted as saying "In politics we often speak of bipartisan issues. I can think of nothing that should be more bipartisan than catching a Communist. There can be no valid issue between Americans over Communists. Americans are either pro-Communist or anti-Communist."

No clearance was requested or issued for SHIVERS. His file contains reference cards only.

MOODY, Dan

Negative

SECRET

CABOT, Thomas D., Jr. - #43000

Thomas D. CABOT, Jr. was approved for contact use on 17 August 1961. At the time he was Vice President and Director of International Relations Texas Butadiene and Chemical Corporation. He was residing in Lausanne, Switzerland. Contact interest was for briefing him on Agency interests in economic and political developments in various European countries; chemical industrial development, etc. He was the subject of a favorable background investigation in 1952.

CABOT, Thomas Dudley - #67501

Thomas Dudley CABOT was granted a Covert Security Approval [REDACTED] LFCOM. On 26 June 1959 he was issued a Covert Security Approval [REDACTED] INGLANT.

[REDACTED] CABOT had been approved for contact use in 1950 and received a clearance [REDACTED]. A continuation of this clearance was granted on 29 October 1958.

SMITH, William A. - #76555

WILLIAM A. SMITH

INFORMER

NORTHEAM, GUS

Negative

JAWOREK, Leo - #163199

Leo JAWOREK was granted a Covert Security Approval on 31 March 1958 in order that he could be made witting of Agency interest in the M. D. ANDERSON Foundation. His file contains a newspaper clipping from the WASHINGTON STAR for 3 December 1963 which concerns his appointment as special counsel for a Texas State Court of Inquiry into the assassination of President KENNEDY. He had achieved prominence when he was prosecutor at the Nuremberg War Trials. The article also stated that in 1960 JAWOREK successfully represented Lyndon B. JOHNSON in a court challenge of Mr. JOHNSON's right to have his name appear on the general election ballot in Texas both as a candidate for Vice-President and for reelection to the U. S. Senate. Another item in U. S. NEWS & WORLD REPORT for 7 July 1964 reported that Houston lawyer, Leo JAWOREK, who is close to Lyndon JOHNSON was being considered for the job of Attorney General.

SECRET

FREEMAN, John Henry - #157181

John Henry FREEMAN was granted a Covert Security Approval on 28 June 1957 to permit the utilization of his services under Project LFCOIN. At the time he was a partner in the large and leading law firm of FULLER, CROOKER, FREEMAN, BATES and JAWORSKI at Houston, Texas and was a trustee of the M. D. ANDERSON Medical Foundation.

COCKRELL, Ernest Dashiell, Jr. - #01571 and #400001-A

Ernest Dashiell COCKRELL, Jr. was approved for contact use (CAUTION) on 10 June 1953 and was granted a Covert Security Clearance on 4 August 1953 for use in the U. S. under Project QMERCHANT. At the time he was President of two oil companies in Houston, Texas; Oil Production Maintenance, Inc. and Production Maintenance Company.

MARSHALL, Douglas B. - #173597

Douglas B. MARSHALL was granted a Covert Security Approval on 28 November 1958 in order that he could be made witting of Agency interest in the CULLEN Foundation. MARSHALL was Vice President of the Quintana Petroleum Corporation of Houston, Texas which is the holding company owned by the Hugh Roy CULLEN family. MARSHALL's wife, Margaret Cullen MARSHALL, is a daughter of Hugh Roy CULLEN.

HOBBY, Oveta Culp - #414001 and #241189

Oveta Culp HOBBY was granted a continuing liaison clearance on 7 April 1953 when she was Director of the Federal Security Agency. A Covert Security Approval was issued 18 July 1961 to permit her use under Project IPCORSIT.

On 26 October 1965 a Provisional Security Approval was granted to permit contact, assessment and briefing of Mrs. HOBBY as President of the HOBBY Foundation in connection with her possible utilization on an advisory committee of a broadcasting activity, University of the Air, directed at the students and intellectuals of Cuba. A Covert Security Approval was issued 31 March 1966 primarily to use the prestige of her name and position as cover for WII/Cuba activities and it was not expected that Mrs. HOBBY would take an active day by day role in the activities.

DWYER, George A.

Negative

HOBBY, William Pettus, Jr. - #125337 and #275074

Oveta Culp HOBBY's son, William Pettus HOBBY, Jr., born 19 January 1932 at Houston, Texas, was security approved for contact use on 23 May 1960. At the time he was Associate Editor of the HOUSTON POST, Houston, Texas. On 29 June 1962 he was granted a Covert Security Approval to permit his witting use under Project CAWAGTAIL which was to be supported by the

SECRET

14-00000

HOBBY Foundation. On 22 October 1965 a PCSA was issued to HOBBY

This Provisional clearance was turned into a Covert Security Approval
on 4 February 1966 for the same use.

Sarah K. Hall

Atts:

Dec 67 RAMPARTS
Memo dtd 24 Nov 67 (SF-633-67)
Memo dtd 30 Jan 67 to DD/P
NTR 2/26/67
NTR 2/19/67

SECRET